

Senate Bill No. 2073

CHAPTER 1110

An act to add Section 11710.1 to the Vehicle Code, relating to vehicles.

[Approved by Governor September 29, 2002. Filed
with Secretary of State September 29, 2002.]

LEGISLATIVE COUNSEL'S DIGEST

SB 2073, Johannessen. Vehicle dealers: bonds.

Existing law requires an applicant for a vehicle dealer's license to procure and file with the Department of Motor Vehicles a bond executed by an admitted surety in the amount of \$10,000. An applicant for a remanufacturer's license is required to file a bond in the amount of \$25,000.

Senate Bill 1458 would increase the amount of the dealers's bond and the remanufacturer's bond to \$50,000, except the bond amount of dealer who deals exclusively in motorcycles would remain at \$10,000.

This bill would provide that the bond amount of a dealer who sells vehicles on a wholesale basis only, and who sells fewer than 25 vehicles per year, shall be \$10,000. This bill would provide that this provision shall become operative only if both this bill and SB 1458 are enacted.

The people of the State of California do enact as follows:

SECTION 1. Section 11710.1 is added to the Vehicle Code, to read:

11710.1. Notwithstanding subdivision (b) of Section 11710, the bond amount of a dealer who sells vehicles on a wholesale basis only, and who sells fewer than 25 vehicles per year, shall be ten thousand dollars (\$10,000).

SEC. 2. Section 11710.1 of the Vehicle Code, as added by Section 1 of this act, shall become operative only if both this bill and Senate Bill 1458 are enacted.

